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## California Gasoline Consumption Fell 2.7% in March, Diesel Dropped 6.9%

California's Average Price for Both Gas and Diesel Hit \$4 in March

Senator George Runner, Second District Member of the California State Board of Equalization (BOE), today announced state gasoline and diesel consumption figures for the first quarter of 2011 and for March. In California, gasoline consumption declined 2.7 percent in March and declined 0.1 percent in the first quarter. Diesel fuel consumption declined 6.9 percent in March and declined 5.3 percent in the first quarter.

"Thankfully fuel prices are falling from the highs we saw earlier this year," said Senator Runner. "Lower gasoline prices combined with lower tax rates will put more dollars in the pockets of California consumers and help boost our economy. Even so, California remains a high-cost, high-tax state that could soon become the nation's unemployment leader if the Governor and Legislature continue to fail to prioritize jobs."

In March, gasoline consumption decreased 2.7 percent to 1.24 billion gallons of gasoline compared to 1.27 billion gallons of gasoline in March last year. In California, the average price of a gallon of gasoline rose 90 cents to \$4.00 in March, a 29 percent increase compared to the average price of \$3.10 per gallon of gasoline last year in March. Nationally, the average price of a gallon of gasoline was up 79 cents to \$3.62 per gallon in March, a 28 percent increase over the average price of a gallon of gasoline of \$2.82 in March last year.

Gasoline consumption in the first quarter declined 0.1 percent with a total of 3.57 billion gallons of gasoline compared to 3.58 billion gallons of gasoline in the first quarter last year. In California, the average price of gasoline per gallon rose 60 cents to \$3.66 in the first quarter, a 20 percent increase over last year's average price of \$3.05 per gallon in the first quarter. Nationally, the average price of gasoline rose 58 cents to \$3.34 in the first quarter, a 21 percent increase over last year's average price of \$2.76 per gallon of gasoline in the first quarter.

In March, diesel consumption totaled 218.7 million gallons, a decrease of 6.9 percent compared to the total of 234.9 million gallons of diesel in March last year. In California, the average price of a gallon of diesel fuel was up \$1.13 to \$4.19 per gallon in March, a 37 percent increase over the average price of a gallon of diesel of \$3.06 last March. Nationally, the average price of a gallon of diesel was up 99 cents to \$3.91 in March, a 34 percent increase over the average price of a gallon of diesel of \$2.92 last March.

Diesel consumption in the first quarter decreased 5.3 percent to 586 million gallons compared to 619 million gallons in the first quarter last year. In California, the average price of diesel fuel in the first quarter rose 85 cents to \$3.85, a 28 percent increase compared to \$3.00 price per gallon of diesel last year in the first quarter. Nationally, the average price of diesel fuel in the first quarter was \$3.63, a 27 percent increase over the last year's first quarter average price of \$2.85 per gallon of diesel.

In March, diesel consumption would have been higher were it not for the impact of an unusually large refund related to audits. Gasoline and diesel fuel figures are net consumption that includes the State Board of Equalization's audit assessments, refunds, amended and late tax returns and the State Controller's Office refunds. The State Board of Equalization is able to monitor gallons through tax receipts paid by fuel distributors in California. Figures for April are scheduled to be available at the end of July.

To see all monthly, quarterly and annual reports, visit www.boe.ca.gov/sptaxprog/spftrpts.htm.

Taxable gasoline gallons: www.boe.ca.gov/sptaxprog/reports/MVF\_10\_Year\_Report.pdf

Taxable diesel gallons: www.boe.ca.gov/sptaxprog/reports/Diesel\_10\_Year\_Report.pdf

Elected in November 2010, taxpayer advocate George Runner represents the Second District of the Board of Equalization. Runner was sworn in as Second District Board Member on January 3, 2011. Prior to his election to the Board, Runner served twelve years in the State Legislature. As a thoughtful conservative, his legislative priorities included improving the economy, business growth, education excellence, and public safety for all Californians. As a member of the Senate Revenue and Taxation Committee, Runner consistently led the fight against tax increases and supported tax relief for families and businesses.

The five-member California State Board of Equalization (BOE) is a publicly elected tax board. The BOE collects more than \$48 billion annually in taxes and fees supporting state and local government services. It hears business tax appeals, acts as the appellate body for franchise and personal income tax appeals, and serves a significant role in the assessment and administration of property taxes. For more information on other taxes and fees in California, visit www.taxes.ca.gov.

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